

EXHIBIT C

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10 Attorneys for Creditor Tyson Fresh Meats, Inc.

HON. WHITMAN L. HOLT
Hearing: March 8, 2021
10:00 a.m.
Response: March 1, 2021
Reply: March 4, 2021

11 UNITED STATES BANKRUPTCY COURT
12
13 EASTERN DISTRICT OF WASHINGTON

14 In re:

15 EASTERDAY RANCHES, INC.,

16 Debtor.

Chapter 11

Case No.: 21-00141 WLH11

**DECLARATION OF LEAH ANDERSEN
IN SUPPORT OF MOTION FOR
APPOINTMENT OF CHAPTER 11
TRUSTEE**

17 I, Leah Andersen, declare as follows:

- 18 1. I am over the age of 18 and have personal knowledge of the facts contained herein.
- 19 2. I am the Senior Vice President Operations - Finance and Accounting for Tyson
20 Fresh Meats, Inc. ("TFM") and am responsible for TFM's finance and accounting functions. TFM
21 is a leading supplier of fresh "boxed" beef and pork sold to distributors (and others), and "case-
22 ready" ground beef and pork products sold directly to retailers. TFM currently operates beef plants
23 in Nebraska, Illinois, Kansas, Texas, and Washington, and it is one of the largest beef processors in
24 the United States. The company's beef business generated almost \$15.8 billion in sales in fiscal
25 year 2020.

3. I joined TFM in 1998 as part of the accounting group and since that time have held a variety of financial and operational positions in both the beef and pork organizations. Most recently I was Sr. Director Beef Margin Management from Sept. 2013-May 2015, Senior Group Controller of TFM from May 2015-April 2018 and, after a brief tenure as Vice President Processor Sales (Pork), began to transition to my current role as Senior Vice President Operations - Finance and Accounting in early 2020.

MY PRIOR DECLARATION

4. Prior to the filing of this bankruptcy case, TFM commenced a receivership action against Easterday Ranches, Inc. (“Easterday”) in Franklin County Superior Court, Case No. 21-2-50034-11 (the “Franklin County Action”) and a related motion (the “Receivership and Injunction Motion”) requesting, among other things, appointment of a receiver over Easterday’s properties, a temporary restraining order to prevent the sale of a group of parcels of real property commonly known as the “North Lot,” and other relief. This bankruptcy case was filed before the hearing on the Receivership and Injunction Motion.

5. In connection with the Receivership and Injunction Motion, I executed a declaration in support of the Motion, filed Sunday, January 24, 2021 (my “Prior Declaration”). A true and correct copy of my Prior Declaration is attached hereto as Attachment 1, is incorporated herein by reference, and is adopted and reaffirmed as if set forth herein in its entirety. The statements made in my Prior Declaration remain true and correct as set forth in that Declaration.

THE NORTH LOT SALE

6. One of the principal elements of relief requested in the Receivership and Injunction Motion was a temporary restraining order against the sale of the North Lot, as TFM feared that the North Lot would be sold at a fire sale price for less than adequate consideration, and that the proceeds would be distributed to other creditors, including perhaps parties related to Easterday, rather than being available to Tyson and other legitimate creditors for distribution in accordance with law.

1 7. In my Prior Declaration, I briefly described a meeting I had on Friday afternoon,
2 January 22, 2021, with Cody Easterday, Easterday's President, and Peter Richter of Paladin
3 Management Group, a financial advisor to Easterday, along with Shane Miller and others from
4 TFM. In that meeting Mr. Easterday and Mr. Richter informed us that they were planning to sell
5 the North Lot within the next few days, but did not tell us either that the sale of the North Lot had
6 already closed or that it was in the process of closing that day. They also refused despite request to
7 tell us the identity of the purchaser.

8 8. I do not have personal knowledge of the value of the North Lot. However, we had
9 conversations with Easterday in early December concerning ways in which the North Lot might be
10 used to start to repay TFM some of the money it is owed by Easterday. In those conversations, Mr.
11 Easterday said he thought the North Lot was worth \$20 million.

12 9. On Monday morning, January 25, 2021, I was told that Easterday had informed us
13 the sale of the North Lot had in fact closed the previous Friday, January 22.

14 10. On Friday, January 29, 2021, I received from Richard Pachulski, Easterday's
15 counsel, two spreadsheets, one of which was a list of payments made from the proceeds of sale of
16 the North Lot. A true and correct copy of that document is attached hereto as Exhibit A.

17 11. We were told by Mr. Richter that the sale price was \$16 million. I do not know the
18 actual net proceeds, but it appears from Exhibit A that there were approximately \$15.1 million in
19 payments made from the proceeds. I assume anything over that in the way of net proceeds was
20 simply retained as cash on hand at Easterday.

21 12. As can be seen from Exhibit A, out of the roughly \$15.1 million in payments made
22 from the North Lot sale proceeds, approximately \$7.0 million went to Easterday Farms, Inc. and
23 English Hay Company, both of which I understand are affiliates of Easterday, on account of feed
24 and hay sales to Easterday; approximately \$4.75 million went to Easterday Farms on account of
25 what I am told is an outstanding unsecured loan; and approximately \$1.2 million went to
26 Easterday's professionals. Only about \$2.1 million was used to pay third party creditors.

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Executed this 5th day of February 2021 in Dakota Dunes, South Dakota.

I declare under penalty of perjury that the foregoing is true and correct.

Leah Andersen

Leah Andersen

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See attached.

THE HONORABLE

SUPERIOR COURT OF THE STATE OF WASHINGTON
FOR FRANKLIN COUNTY

TYSON FRESH MEATS, INC., a Delaware
corporation,

Plaintiff,

v.

EASTERDAY RANCHES, INC., a
Washington corporation,

Defendant.

No.

DECLARATION OF
LEAH ANDERSEN

I, LEAH ANDERSEN declare as follow:

1. I am over the age of 18 and have personal knowledge of the facts contained herein.
2. I am the Senior Vice President Operations - Finance and Accounting for Tyson Fresh Meats, Inc. ("TFM") and am responsible for TFM's finance and accounting functions. TFM is a leading supplier of fresh "boxed" beef and pork sold to distributors (and others), and "case-ready" ground beef and pork products sold directly to retailers. TFM

LEAH ANDERSEN DECLARATION-1

Perkins Coie LLP
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150518198.3

1 currently operates beef plants in Nebraska, Illinois, Kansas, Texas, and Washington, and it is
2
3 one of the largest beef processors in the United States. The company's beef business
4
5 generated almost \$15.8 billion in sales in fiscal year 2020.
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8 3. I joined TFM in 1998 as part of the accounting group and since that time
9
10 have held a variety of financial and operational positions in both the beef and pork
11
12 organizations. Most recently I was Sr. Director Beef Margin Management from Sept. 2013-
13
14 May 2015, Senior Group Controller of TFM from May 2015-April 2018 and, after a brief
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16 tenure as Vice President Processor Sales (Pork), began to transition to my current role as
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18 Senior Vice President Operations - Finance and Accounting in early 2020.
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21 **EASTERDAY DISCLOSURES AND INVESTIGATION**

22
23 4. TFM has had a long-term relationship with Easterday Ranches, Inc.
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25 ("Easterday") for the procurement, feeding, management, and delivery of cattle. Pursuant to
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27 our current contract, Easterday submits advance placement invoices to TFM for cattle lots
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29 that it has purchased on our behalf. TFM then pays those invoices, as well as feed invoices
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31 that are submitted twice a month to cover the grow costs of the cattle. When Easterday
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33 delivers a full lot of cattle to TFM's processing plants (generally in Pasco, Washington), it is
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35 paid market value for the cattle less the grow costs paid for by TFM and interest on those
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37 amounts. The close out process may include certain other adjustments as agreed by the
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39 parties.
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LEAH ANDERSEN DECLARATION -2

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1 5. Easterday routinely submits an inventory for use in our quarterly and year-
2
3 end financials and those inventories have substantially conformed to our internal inventory
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5 records for Easterday.
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7 6. As of October 3, 2020, the end of fiscal year 2020, Tyson's accounting
8
9 records showed that the total inventory related to the Easterday contract was approximately
10
11 286,000 head, which conformed to the year-end inventory provided by Easterday. The
12
13 value of this inventory was approximately \$321,000,000.
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15

16 7. On or about November 30, 2020 I learned that Cody Easterday, the President
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18 of Easterday, had admitted that he did not have approximately 200,000 head of cattle that we
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20 had paid for and that we had in our inventory.
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23 8. The next morning, December 1, 2020, I spoke with Mr. Easterday on the
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25 phone, along with Shane Miller (TFM's Chief Operating Officer), Adam Deckinger (Vice
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27 President Associate General Counsel) and Kevin Hueser (TFM Senior Vice President Beef
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29 Margin Management). During that conversation Mr. Easterday said: "I have been showing
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31 more cattle in inventory than I have on feed." As he explained that he did not have all the
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33 cattle that Tyson had paid for, he said: "I violated your trust but that is where I am at." And
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35 he tried to assure us that Tyson's supply chain was intact saying: "I have been delivering fat
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37 cattle and there is no jeopardy from a supply perspective."
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40 9. Mr. Easterday went on to say that there was a "discrepancy" of about 200,000
41
42 head of cattle between the cattle that was reflected in our inventory and the actual number of
43
44 live cattle that existed. He said that he "owed" us the difference. During that call he agreed
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LEAH ANDERSEN DECLARATION -3

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1 to allow us to send Tyson personnel to Easterday's facilities to review its records and
2
3 perform an audit.
4

5 10. We arranged to have audit staff from Tyson fly to Pasco, Washington and
6
7 begin their work on December 2, 2020. On December 3, 2020, I traveled to Pasco,
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9 Washington along with Mr. Miller and Mr. Hueser and we met with Mr. Easterday over the
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11 course of the next two days. On December 3 and 4, the three of us held a total of two
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13 meetings with Mr. Easterday in which he confessed to us how he had defrauded TFM over
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15 several years (although he never used the word "fraud" or "defrauded").
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18 11. During those meetings he explained that Easterday had begun submitting
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20 invoices for cattle that did not exist in 2017 (he later admitted it extended back to October
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22 2016) and told us about his records for the cattle that did exist (later described as Customer
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24 14 and Customer 3 cattle) and those that did not exist (Customer 99 cattle). He further
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26 explained that he needed the money to pay debts and offset losses that he was incurring in
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28 trading commodities.
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31 12. Attached as Exhibit G is a true and correct copy of a handwritten list that Mr.
32
33 Easterday gave me of the commodity losses that he had incurred on behalf of Easterday
34
35 Ranches each year since 2010, along with substantiating statements from the commodities
36
37 broker. That list shows that he lost almost \$202 million in the commodities market during
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39 that time period in those accounts.
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42 13. We later learned that Easterday was submitting falsified invoices for both the
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44 initial cattle purchase and the grow costs. The grow costs were not in fact incurred because
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LEAH ANDERSEN DECLARATION -4

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1 they related to non-existent cattle. For example, attached as Exhibit H is a true and correct
2
3 copy of the relevant pages of two invoices date May 8, 2020 and submitted by Easterday to
4
5 Tyson demanding payment of \$2,820,565.30 (#14400) and \$2,493,760.72 (#14399)
6
7 respectively. These invoices relate to Customer 99 cattle which, as Mr. Easterday has since
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9 explained, never existed.
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14 14. Invoice 14400 requests payment for four lots of cattle:
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16 Lot No.	No. Head	Description	Amount
17 P901B	831	S	\$707,538.33
18 P903B	906	S	\$772,813.65
19 P905B	798	S	\$700,522.07
20 P907B	804	S	\$639,691.34

21 15. Invoice 14399 reflects a demand for payment for another four lots of cattle:
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32 Lot No.	No. Head	Description	Amount
33 P990A	743	H	\$644,645.38
34 P992A	846	H	\$697,252.05
35 P994A	711	H	\$591,043.64
36 P996A	673	H	\$560,819.65

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LEAH ANDERSEN DECLARATION -5

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1 16. These invoices collectively total \$5,314,327.11. Attached as Exhibit I is a
2
3 true and correct copy of Tyson's accounting records reflecting Tyson's prompt payment of
4
5 each of these invoices on May 8, 2020.
6

7 17. Each of these lots reflect non-existent cattle for which Easterday demanded
8
9 and received payment. The lots on Invoice 14400 can be found on the p. 3 of the Customer
10
11 99 inventory list provided by Easterday and attached as Exhibit D to the Declaration of
12
13 Jason Wenglarski. The lots on Invoice 14399 can be found on p. 9 of that Exhibit.
14
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16 18. Mr. Easterday then submitted invoices for the grow cost of these cattle (e.g.
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18 feed). Attached as Exhibit J are copies of a few of the invoices Mr. Easterday submitted to
19
20 Tyson for payment of the cost to feed and care for the non-existent cattle.
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23 19. Tyson's accounting records for the book value of Easterday cattle are based
24
25 on amounts paid by Tyson for the cattle - their original purchase price, costs of feed, and
26
27 other expenses actually paid by Tyson for the cattle. Therefore, Tyson's accounting records
28
29 cannot distinguish on a head-by-head basis between real cattle (those identified by Easterday
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31 as Customer 14 and Customer 3) and fictitious cattle (those identified by Easterday as
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33 Customer 99). As noted above, the total book value for Easterday cattle, including the
34
35 fictitious cattle, was approximately \$321 million as of Tyson's fiscal year end, October
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37 3. After taking into account the physical inventory of actual cattle that was taken as of
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39 December 2, additional expenses incurred since October 3, and other appropriate
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41 adjustments, it appears as of early December that Tyson has lost approximately \$233 million
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43 as a result of the Easterday fraud.
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LEAH ANDERSEN DECLARATION -6

150518198.3

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20. On Friday afternoon, January 22, 2021, I, along with Kevin Hueser and Shane Miller of Tyson, spoke with Cody Easterday and Peter Richter, a financial advisor to Easterday. Mr. Easterday told us they were planning to sell the "North Lot" within the next few days. I understand the North Lot is a very valuable parcel and is unencumbered.

I declare under penalty of perjury under the laws of the State of South Dakota that the foregoing is true and correct.

Executed this 23rd day of January, 2021, at Dakota Dunes, South Dakota.

Leah Andersen

Leah Andersen

LEAH ANDERSEN DECLARATION-7

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150518198.3

EXHIBIT G

2011 - 13,988,230
2012 - 17,146,600
2013 - 10,317,225
2014 - 20,107,405
2015 + 6,731,715
2016 - 5,991,786
2017 - 18,348,149
2018 - 53,972,260
2018 - 257,730
2018 - 4,594,229
2019 - 29,827,783
2020 - 34,500,000 (EST)
< \$ 201,964,682 >

CHS HEDGING INC
5500 CENEX DRIVE
INVER GROVE HEIGHTS, MN 55077

FOR QUESTIONS PLEASE CONTACT
JOYCE MEYERS
651-355-6324

EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 9.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. For broker transactions, may show the CUSIP (Committee on Uniform Security Identification Procedures) number of the item reported.

Box 1a. Shows the trade date of the sales or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 10 through 13, no entry will be present.

Box 1b. This box may be blank if box 6 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 2. Shows the aggregate proceeds from transactions involving stocks, bonds, other debt obligations, commodities, or forward contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts. The broker must indicate whether the sales price or the sales price less commissions (including transfer taxes) and option premiums was reported to the IRS. Report this amount as explained in the instructions for Schedule D (Form 1040).

Box 3. Shows the cost or other basis of securities sold. If box 6 is checked, box 3 may be blank. See the Schedule D (Form 1040) instructions or Pub. 550 for details about basis.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Shows the amount of nondeductible loss in a wash sales transaction. For details on wash sales, see the Schedule D (Form 1040) instructions and Pub. 550.

Box 6. If this box is checked, the securities sold were noncovered securities and boxes 1b, 3, 5, and 8 may be blank. Generally, a noncovered security is a security other than stock; stock purchased before 2011; stock in most mutual funds and other regulated investment companies; and stock held in a dividend reinvestment plan in 2011.

Box 8. Shows type of gain or loss.

Box 9. Shows a brief description of the item or service for which the proceeds or bartering income is being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Regulated Future Contracts (Boxes 10 Through 13):

Box 10. Shows the profit or (loss) realized on regulated futures or foreign currency contracts closed during 2011.

Box 11. Shows any year-end adjustment to the profit or (loss) shown in box 10 currency contracts on December 31, 2010.

Box 12. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2011. These are considered sold as of that date. This will become an adjustment reported in box 11 in 2012.

Box 13. Boxes 10, 11, and 12 are all used to figure the aggregate profit or (loss) on regulated futures or foreign currency contracts for the year. Include this amount on your 2011 Form 8781.

Box 14. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Box 15. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 2. Do not report this loss on Schedule D (Form 1040). The broker should advise you of any losses on a separate statement.

TAXABLE STATE: WA

☐ CORRECTED (if checked)

PAYER'S name, street address, city, state, ZIP code, and telephone no. CHS HEDGING INC 5500 CENEX DRIVE INVER GROVE HEIGHTS, MN 55077		1a Date of sale or exchange 2011		OMB No. 1545-0715 2011 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions
1b Date of acquisition		2 Sales price of stocks, bonds, etc. \$		Reported to IRS <input checked="" type="checkbox"/> Sales price less commissions and option premiums		
PAYER'S federal identification number 41-1556399	RECIPIENT'S identification number 91-0927242	3 Cost or other basis \$		4 Federal income tax withheld \$		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
RECIPIENT'S name, street address (including apt. no.), city, state, and ZIP code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562		5 Wash sale loss disallowed		6 If this box is checked, boxes 1b, 3, 5, and 8 may be blank <input type="checkbox"/>		
Account number (see instructions) 401-48610		7 Description		8 Type of gain or loss Short-term <input type="checkbox"/> Long-term <input type="checkbox"/>		
CUSIP number		9 Description		9 Description		
Form 1099-B		10 Profit or (loss) realized in 2011 on closed contracts \$ -14,140,360.88		11 Unrealized profit or (loss) on open contracts - 12/31/2010 \$ -255,700.00		14 Bartering
(Keep for your records)		12 Unrealized profit or (loss) on open contracts - 12/31/2011 \$ -103,570.00		13 Aggregate profit or (loss) on contracts \$ -13,988,230.88		15 If box checked, loss based on amount in box 2 is not allowed <input type="checkbox"/>

1H802611.000

Department of the Treasury - Internal Revenue Service

2H8026 3.000

4H8026 2.000

Scanned with CamScanner

CHS HEDGING INC
5500 CENEX DRIVE
INVER GROVE HEIGHTS, MN 55077

FOR QUESTIONS PLEASE CONTACT
JOYCE MEYERS
651-355-6324

EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 8.

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN). However, the issuer has reported your complete identification number to the IRS and, where applicable, to state and/or local governments.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. For broker transactions, may show the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number of the item reported.

Box 1a. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 9 through 12, no entry will be present.

Box 1b. This box may be blank if box 6a is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 2a. Shows the aggregate cash proceeds from transactions involving stocks, bonds, other debt obligations, commodities, or forward contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts. The broker must indicate whether the sales price or the sales price less commissions (including transfer taxes) and option premiums was reported to the IRS. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the instructions for Schedule D.

Box 2b. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 2a. Do not report this loss on Form 8949 or Schedule D. The broker should advise you of any losses on a separate statement.

Box 3. Shows the cost or other basis of securities sold. If box 6a is checked, box 3 may be blank. See the Form 8949 instructions, Schedule D instructions, or Pub. 550 for details.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see the Schedule D (Form 1040) instructions and Pub. 550.

Box 6a. If checked, the securities sold were noncovered securities and boxes 1b, 1c, 3, and 5 may be blank. Generally, a noncovered security means: a security other than stock; stock purchased before 2011; stock in most mutual funds and other regulated investment companies purchased before 2012; and stock purchased in or transferred to a dividend reinvestment plan before 2012.

Box 6b. If checked, the basis in box 3 has been reported to the IRS. If box 6b is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D.

Box 7. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Box 8. Shows a brief description of the item or service for which the proceeds or bartering income is being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Regulated Futures Contracts (Boxes 9 Through 12):

Box 9. Shows the profit or (loss) realized on regulated futures or foreign currency contracts closed during 2013.

Box 10. Shows any year-end adjustment to the profit or (loss) shown in box 9 due to open contracts on December 31, 2012.

Box 11. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2013. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts-12/31/2013 in 2014.

Box 12. Boxes 9, 10, and 11 are used to figure the aggregate profit or (loss) on regulated futures or foreign currency contracts for the year. Include this amount on your 2013 Form 6781.

Boxes 13-15. Shows state income tax withheld.

PAYER'S name, street address, city, state, ZIP code, and telephone no.		1a Date of sale or exchange		OMB No. 1545-0715		Proceeds From Broker and Barter Exchange Transactions	
CHS HEDGING INC 5500 CENEX DRIVE INVER GROVE HEIGHTS, MN 55077		1b Date of acquisition		2013			
PAYER'S federal identification number 41-1556399		1c Type of gain or loss Short-term <input type="checkbox"/> Long-term <input type="checkbox"/>		Form 1099-B			
RECIPIENT'S name, street address (including apt. no.), city, state, and ZIP code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562		2a Stocks, bonds, etc. \$ -19,597.00		1d Stock or other symbol		1e Quantity sold 0.0000	
RECIPIENT'S identification number 91-0927242		3 Cost or other basis \$		4 Federal income tax withheld \$		2b If box checked, loss based on amount in 2a is not allowed <input type="checkbox"/>	
Account number (see instructions) 401-48610		5 Wash sale loss disallowed \$		6 Checked if: a <input type="checkbox"/> Noncovered security b <input type="checkbox"/> Basis reported to IRS		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.	
CUSIP number		7 Bartering \$		8 Description		13 State WA	
2nd TIN not <input type="checkbox"/>		9 Profit or (loss) realized in 2013 on closed contracts \$ -9,418,630.53		10 Unrealized profit or (loss) on open contracts - 12/31/2012 \$ 1,005,585.00		14 State identification no.	
		11 Unrealized profit or (loss) on open contracts - 12/31/2013 \$ 106,990.00		12 Aggregate profit or (loss) on contracts \$ -10,317,225.53		15 State tax withheld \$	

Form 1099-B 3H8026 5.000 (keep for your records) Department of the Treasury - Internal Revenue Service

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EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), or adoption taxpayer identification number (ATIN). However, the issuer has reported your complete identification number to the IRS and, where applicable, to state and/or local governments.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a non-compensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a non-compensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows W for wash sale, C for collectibles, or D for market discount.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction or the amount of accrued market discount. For details on wash sales and market discount, see Schedule D (Form 1040) instructions and Pub. 550.

Box 3. If checked, the basis in box 1e has been reported to the IRS and one of the check boxes in box 2 must be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see instructions for your Schedule D as you may be able to report your transaction directly on Schedule D.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a non-compensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11):

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2014.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2013.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2014. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2014 in 2015.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2014 Form 6781.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099b.

<input type="checkbox"/> CORRECTED (if checked)			Applicable check box on Form 8949		OMB No. 1545-0715 2014 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions	
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS HEDGING LLC 5500 CENEX DRIVE INVER GROVE HEIGHTS, MN 55077			1a Description of property (Example 100 sh. XYZ Co.) RFC X		1b Date acquired		1c Date sold or disposed	
PAYER'S federal identification number 46-4799458		RECIPIENT'S identification number 910927242		1d Proceeds \$		1e Cost or other basis \$		
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562			1f Code, if any		1g Adjustments \$		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.	
Account number (see instructions) H0448610			2 Type of gain or loss: Short-term <input type="checkbox"/> Long-term <input type="checkbox"/>		3 If checked, basis reported to IRS <input type="checkbox"/>			
CUSIP number			4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>			
14 State name WA			6 Reported to IRS: Gross proceeds <input type="checkbox"/> Net proceeds <input checked="" type="checkbox"/>		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>			
15 State identification no.			8 Profit or (loss) realized in 2014 on closed contracts \$ -20,051,565.49		9 Unrealized profit or (loss) on open contracts - 12/31/2013 \$ 106,990.00			
16 State tax withheld \$			10 Unrealized profit or (loss) on open contracts - 12/31/2014 \$ 51,150.00		11 Aggregate profit or (loss) on contracts \$ -20,107,405.49			
12			13 Bartering \$		14			

Form 1099-B

www.irs.gov/form1099b

Department of the Treasury - Internal Revenue Service

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EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN). However, the issuer has reported your complete identification number to the IRS.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1b. This box may be blank if box 5 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a non-compensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a non-compensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows W for wash sale, C for collectibles, or D for market discount.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction or the amount of accrued market discount. When the sale of a debt instrument is a wash sale and has accrued market discount, code "W" will be in box 1f and the amount of the wash sale loss disallowed will be in box 1g. For details on wash sales and market discount, see Schedule D (Form 1040) instructions and Pub. 550.

Box 3. If checked, the basis in box 1e has been reported to the IRS and one of the check boxes in box 2 must be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see instructions for your Schedule D as you may be able to report your transaction directly on Schedule D.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a non-compensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11):

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2015.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2014.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2015. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2015 in 2016.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2015 Form 6781.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099b.

<input type="checkbox"/> CORRECTED (if checked)			Applicable check box on Form 8949		OMB No. 1545-0715 2015 Form 1099-B	Proceeds From Broker and Barter Exchange Transactions	
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS HEDGING LLC 5500 CENEX DRIVE INVER GROVE HEIGHTS, MN 55077			1a Description of property (Example 100 sh. XYZ Co.) RFC X				
PAYER'S federal identification number 46-4799458		RECIPIENT'S identification number XX-XXX7242		1b Date acquired 		1c Date sold or disposed 	
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562				1d Proceeds \$ 		1e Cost or other basis \$ 	
Account number (see instructions) 401-48610				1f Code, if any 		1g Adjustments \$ 	
CUSIP number 				2 Type of gain or loss: Short-term <input type="checkbox"/> Long-term <input type="checkbox"/>		3 If checked, basis reported to IRS <input type="checkbox"/>	
14 State name WA				4 Federal income tax withheld \$ 		5 If checked, noncovered security <input type="checkbox"/>	
15 State identification no. 				6 Reported to IRS: Gross proceeds <input type="checkbox"/> Net proceeds <input checked="" type="checkbox"/>		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>	
16 State tax withheld \$ 				8 Profit or (loss) realized in 2015 on closed contracts \$ 4,190,923.32		9 Unrealized profit or (loss) on open contracts - 12/31/2014 \$ 51,150.00	
10 Unrealized profit or (loss) on open contracts - 12/31/2015 \$ 2,591,942.50				11 Aggregate profit or (loss) on contracts \$ 6,731,715.82		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.	
12 				13 Bartering \$ 			

Form 1099-B

(Keep for your records)

www.irs.gov/form1099b

Department of the Treasury - Internal Revenue Service

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CHS INC
CHS HEDGING LLC
5500 CENEX DR
INVER GROVE HEIGHTS, MN 55077

FOR QUESTIONS PLEASE CONTACT
JOYCE MYERS
651-355-6562

EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's identification number. For your protection, this form may show only the last four digits of your social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN). However, the issuer has reported your complete identification number to the IRS.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

FATCA filing requirement. If the FATCA filing requirement box is checked, the payer is reporting on this Form 1099 to satisfy its chapter 4 account reporting requirement. You also may have a filing requirement. See the Instructions for Form 8938.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1b. This box may be blank if box 5 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a non-compensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a non-compensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows the amount of accrued market discount. For details on market discount, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1f may be blank.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see Schedule D (Form 1040) instructions, Instructions for Form 8949 and Pub. 550. If box 5 is checked, box 1g may be blank.

Box 2. The short-term and long-term boxes pertain to short-term gain or loss and long-term gain or loss. If the Ordinary box is checked, your security may be subject to special rules. For example, gain on a contingent payment debt instrument subject to the noncontingent bond method generally is treated as ordinary interest income rather than as capital gain. Please see the Instructions for Form 8949, Pub. 550, or Pub. 1212 for more details on whether there are any special rules or adjustments that might apply to your security. If box 5 is checked, box 2 may be blank.

Box 3. If checked, the basis in box 1e has been reported to the IRS and one or more of the check boxes in box 2 must be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D as you may be able to report your transaction directly on Schedule D. If the Ordinary check box in box 2 is checked, an adjustment may be required.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, 1f, 1g, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a non-compensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11):

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2016.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2015.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2016. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2016 in 2017.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2016 Form 6781.

Box 12. If checked, proceeds are from a transaction involving collectibles.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

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<input type="checkbox"/> CORRECTED (if checked)		Applicable check box on Form 8949		OMB No. 1545-0715 2016 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions	
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS INC CHS HEDGING LLC 5500 CENEX DR INVER GROVE HEIGHTS, MN 55077				1a Description of property (Example 100 sh. XYZ Co.) RFC			
PAYER'S federal identification number 41-0251095		RECIPIENT'S identification number 910927242		1b Date acquired		1c Date sold or disposed	
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562				1d Proceeds \$		1e Cost or other basis \$	
Account number (see instructions) H0448610				1f Accrued market discount \$		1g Wash sale loss disallowed \$	
CUSIP number				2 Short-term gain or loss Long-term gain or loss Ordinary		3 If checked, basis reported to IRS <input type="checkbox"/>	
FATCA filing requirement <input type="checkbox"/>				4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>	
14 State name WA				6 Reported to IRS: Gross proceeds Net proceeds		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>	
15 State identification no.				8 Profit or (loss) realized in 2016 on closed contracts \$ -5,047,736.22		9 Unrealized profit or (loss) on open contracts - 12/31/2015 \$ 2,591,942.50	
16 State tax withheld \$				10 Unrealized profit or (loss) on open contracts - 12/31/2016 \$ 2,047,892.50		11 Aggregate profit or (loss) on contracts \$ -5,591,786.22	
Form 1099-B				12 Check if proceeds from collectibles <input type="checkbox"/>		13 Bartering \$	

(Keep for your records)

www.irs.gov/form1099b Department of the Treasury - Internal Revenue Service

**Copy B
For Recipient**

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

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EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

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Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

FATCA filing requirement. If the FATCA filing requirement box is checked, the payer is reporting on this Form 1099 to satisfy its chapter 4 account reporting requirement. You also may have a filing requirement. See the Instructions for Form 8938.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1b. This box may be blank if box 5 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the Instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a noncompensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a noncompensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows the amount of accrued market discount. For details on market discount, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1f may be blank.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1g may be blank.

Box 2. The short-term and long-term boxes pertain to short-term gain or loss and long-term gain or loss. If the Ordinary box is checked, your security may be subject to special rules. For example, gain on a contingent payment debt instrument subject to the noncontingent bond method generally is treated as ordinary interest income rather than as capital gain. Please see the Instructions for Form 8949, Pub. 550, or Pub. 1212 for more details on whether there are any special rules or adjustments that might apply to your security. If box 5 is checked, box 2 may be blank.

Box 3. If checked, the basis in box 1e has been reported to the IRS and one or more of the check boxes in box 2 must be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D as you may be able to report your transaction directly on Schedule D. If the Ordinary check box in box 2 is checked, an adjustment may be required.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, 1f, 1g, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a noncompensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11):

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2017.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2016.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2017. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2017 in 2018.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2017 Form 9781.

Box 12. If checked, proceeds are from a transaction involving collectibles.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/form1099b.

<input type="checkbox"/> CORRECTED (if checked)		Applicable check box on Form 8949		OMB No. 1545-0715 2017 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions	
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS INC CHS HEDGING LLC 5500 CENEX DR INVER GROVE HEIGHTS, MN 55077				1a Description of property (Example 100 sh. XYZ Co.) RFC			
PAYER'S federal identification number 41-0251095		RECIPIENT'S identification number XX-XXX7242		1b Date acquired		1c Date sold or disposed	
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562		1d Proceeds \$		1e Cost or other basis \$		Copy B For Recipient This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.	
Account number (see instructions) H0448610		1f Accrued market discount \$		1g Wash sale loss disallowed \$			
CUSIP number		2 Short-term gain or loss Long-term gain or loss Ordinary		3 If checked, basis reported to IRS <input type="checkbox"/>			
FATCA filing requirement <input type="checkbox"/>		4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>			
14 State name WA		6 Reported to IRS: Gross proceeds Net proceeds		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>			
15 State identification no.		8 Profit or (loss) realized in 2017 on closed contracts \$ -26,525,167.03		9 Unrealized profit or (loss) on open contracts - 12/31/2016 \$ 2,047,892.50			
16 State tax withheld \$		10 Unrealized profit or (loss) on open contracts - 12/31/2017 \$ 10,224,910.00		11 Aggregate profit or (loss) on contracts \$ -18,348,149.53			
12 Check if proceeds from collectibles <input type="checkbox"/>		13 Bartering \$		14 State name			
15 State identification no.		16 State tax withheld		17 Bartering			

Form 1099-B

(Keep for your records)

www.irs.gov/form1099b

Department of the Treasury - Internal Revenue Service

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CHS INC
CHS HEDGING LLC
5500 CENEX DR
INVER GROVE HEIGHTS, MN 55077

FOR QUESTIONS PLEASE CONTACT
JOYCE MYERS
651-355-6562

EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's taxpayer identification number (TIN). For your protection, this form may show only the last four digits of your TIN (social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN)). However, the issuer has reported your complete TIN to the IRS.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

FATCA filing requirement. If the FATCA filing requirement box is checked, the payer is reporting on this Form 1099 to satisfy its chapter 4 account reporting requirement. You also may have a filing requirement. See the Instructions for Form 8938.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1b. This box may be blank if box 5 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the Instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a noncompensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a noncompensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows the amount of accrued market discount. For details on market discount, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1f may be blank.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1g may be blank.

Box 2. The short-term and long-term boxes pertain to short-term gain or loss and long-term gain or loss. If the Ordinary box is checked, your security may be subject to special rules. For example, gain on a contingent payment debt instrument subject to the noncontingent bond method generally is treated as ordinary interest income rather than as capital gain. Please see the Instructions for Form 8949, Pub. 550, or Pub. 1212 for more details on whether there are any special rules or adjustments that might apply to your security. If box 5 is checked, box 2 may be blank.

Box 3. If checked, the basis in box 1e has been reported to the IRS and either the short-term or the long-term gain or loss box in box 2 will be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D as you may be able to report your transaction directly on Schedule D. If the Ordinary check box in box 2 is checked, an adjustment may be required.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, 1f, 1g, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a noncompensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for option premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11)

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2018.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2017.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2018. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2018 in 2019.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2018 Form 6781.

Box 12. If checked, proceeds are from a transaction involving collectibles.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/Form1099b.

<input type="checkbox"/> CORRECTED (if checked)		Applicable check box on Form 8949		OMB No. 1545-0715 2018 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions	
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS INC CHS HEDGING LLC 5500 CENEX DR INVER GROVE HEIGHTS, MN 55077				1a Description of property (Example: 100 sh. XYZ Co.) RFC			
PAYER'S TIN 41-0251095		RECIPIENT'S TIN XX-XXX7242		1b Date acquired		1c Date sold or disposed	
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562				1d Proceeds \$		1e Cost or other basis \$	
Account number (see instructions) H0448610				1f Accrued market discount \$		1g Wash sale loss disallowed \$	
CUSIP number				2 Short-term gain or loss Long-term gain or loss Ordinary		3 If checked, basis reported to IRS <input type="checkbox"/>	
14 State name WA				4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>	
15 State identification no.				6 Reported to IRS: Gross proceeds Net proceeds		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>	
16 State tax withheld \$				8 Profit or (loss) realized in 2018 on closed contracts \$ -34,062,085.17		9 Unrealized profit or (loss) on open contracts - 12/31/2017 \$ 10,224,910.00	
FATCA filing requirement <input type="checkbox"/>				10 Unrealized profit or (loss) on open contracts - 12/31/2018 \$ -9,685,265.00		11 Aggregate profit or (loss) on contracts \$ -53,972,260.17	
Form 1099-B				12 Check if proceeds from collectibles <input type="checkbox"/>		13 Bartering \$	

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www.irs.gov/Form1099b Department of the Treasury - Internal Revenue Service

Copy B
For Recipient

This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

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EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's taxpayer identification number (TIN). For your protection, this form may show only the last four digits of your TIN (social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN)). However, the issuer has reported your complete TIN to the IRS.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

FATCA filing requirement. If the FATCA filing requirement box is checked, the payer is reporting on this Form 1099-B to satisfy its chapter 4 account reporting requirement. You also may have a filing requirement. See the Instructions for Form 8938.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1b. This box may be blank if box 5 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

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Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the Instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a noncompensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a noncompensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows the amount of accrued market discount. For details on market discount, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1f may be blank.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1g may be blank.

Box 2. The short-term and long-term boxes pertain to short-term gain or loss and long-term gain or loss. If the Ordinary box is checked, your security may be subject to special rules. For example, gain on a contingent payment debt instrument subject to the noncontingent bond method generally is treated as ordinary interest income rather than as capital gain. Please see the Instructions for Form 8949, Pub. 550, or Pub. 1212 for more details on whether there are any special rules or adjustments that might apply to your security. If box 5 is checked, box 2 may be blank.

Box 3. If checked, the basis in box 1e has been reported to the IRS and either the short-term or the long-term gain or loss box in box 2 will be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D as you may be able to report your transaction directly on Schedule D. If the Ordinary check box in box 2 is checked, an adjustment may be required.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, 1f, 1g, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a noncompensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for option premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11)

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2018.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2017.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2018. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2018 in 2019.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2018 Form 6781.

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Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/Form1099b.

CHS INC
CHS HEDGING LLC
5500 CENEX DR
INVER GROVE HEIGHTS, MN 55077

FOR QUESTIONS PLEASE CONTACT
JOYCE MYERS
651-355-6562

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<input type="checkbox"/> CORRECTED (if checked)			Applicable check box on Form 8949		OMB No. 1545-0715 2018 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions		
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS INC CHS HEDGING LLC 5500 CENEX DR INVER GROVE HEIGHTS, MN 55077			1a Description of property (Example: 100 sh. XYZ Co.) RFC						
PAYER'S TIN 41-0251095			RECIPIENT'S TIN XX-XXX7242			1b Date acquired		1c Date sold or disposed	
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562			1d Proceeds \$		1e Cost or other basis \$				
Account number (see instructions) H0648613			1f Accrued market discount \$		1g Wash sale loss disallowed \$				
CUSIP number			2 Short-term gain or loss Long-term gain or loss Ordinary		3 If checked, basis reported to IRS <input type="checkbox"/>				
FATCA filing requirement <input type="checkbox"/>			4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>				
14 State name WA			6 Reported to IRS: Gross proceeds Net proceeds		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>				
15 State identification no.			8 Profit or (loss) realized in 2018 on closed contracts \$ -3,673,329.90		9 Unrealized profit or (loss) on open contracts - 12/31/2017 \$				
16 State tax withheld \$			10 Unrealized profit or (loss) on open contracts - 12/31/2018 \$ -920,900.00		11 Aggregate profit or (loss) on contracts \$ -4,594,229.90				
12 Check if proceeds from collectibles <input type="checkbox"/>			13 Bartering \$		This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.				

Form 1099-B

(Keep for your records)

www.irs.gov/Form1099b

Department of the Treasury - Internal Revenue Service

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EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting also is required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's taxpayer identification number (TIN). For your protection, this form may show only the last four digits of your TIN (social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN)). However, the issuer has reported your complete TIN to the IRS.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

FATCA filing requirement. If the FATCA filing requirement box is checked, the payer is reporting on this Form 1099 to satisfy its chapter 4 account reporting requirement. You also may have a filing requirement. See the Instructions for Form 8938.

Applicable checkbox on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which checkbox is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

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Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. Also may show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the Instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a noncompensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a noncompensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows the amount of accrued market discount. For details on market discount, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1f may be blank.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1g may be blank.

Box 2. The short-term and long-term boxes pertain to short-term gain or loss and long-term gain or loss. If the "Ordinary" box is checked, your security may be subject to special rules. For example, gain on a contingent payment debt instrument subject to the noncontingent bond method generally is treated as ordinary interest income rather than as capital gain. See the Instructions for Form 8949, Pub. 550, or Pub. 1212 for more details on whether there are any special rules or adjustments that might apply to your security. If box 5 is checked, box 2 may be blank.

Box 3. If checked, proceeds are from a transaction involving collectibles or from a Qualified Opportunity Fund (QOF).

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, 1f, 1g, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a noncompensatory option resulted in a sale of a security, a checked "net proceeds" box indicates whether the amount in box 1d was adjusted for option premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11)

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2019.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2018.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2019. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2019 in 2020.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2019 Form 6781.

Box 12. If checked, the basis in box 1e has been reported to the IRS and either the short-term or the long-term gain or loss box in box 2 will be checked. If box 12 is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D as you may be able to report your transaction directly on Schedule D. If the Ordinary box in box 2 is checked, an adjustment may be required.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/Form1099B.

<input type="checkbox"/> CORRECTED (if checked)			Applicable check box on Form 8949		OMB No. 1545-0715 2018 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions				
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS INC CHS HEDGING LLC 5500 CENEX DR INVER GROVE HEIGHTS, MN 55077			1a Description of property (Example: 100 sh. XYZ Co.) RFC								
PAYER'S TIN 41-0251095			RECIPIENT'S TIN XX-XXX7242			1b Date acquired		1c Date sold or disposed			
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562			1d Proceeds \$		1e Cost or other basis \$		Copy B For Recipient This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.				
Account number (see instructions) H0448611			1f Accrued market discount \$		1g Wash sale loss disallowed \$						
			2 Short-term gain or loss Long-term gain or loss Ordinary		3 If checked, basis reported to IRS <input type="checkbox"/>						
			4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>						
			6 Reported to IRS: Gross proceeds Net proceeds		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>						
CUSIP number			FATCA filing requirement <input type="checkbox"/>		8 Profit or (loss) realized in 2018 on closed contracts \$ -298,342.75				9 Unrealized profit or (loss) on open contracts - 12/31/2017 \$ -47,062.50		
14 State name WA		15 State identification no.		16 State tax withheld \$		10 Unrealized profit or (loss) on open contracts - 12/31/2018 \$ -6,450.00			11 Aggregate profit or (loss) on contracts \$ -257,730.25		
Form 1099-B			(Keep for your records)			12 Check if proceeds from collectibles <input type="checkbox"/>			13 Bartering \$		

Form 1099-B

(Keep for your records)

www.irs.gov/Form1099b

Department of the Treasury - Internal Revenue Service

8H8026 2.000

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EASTERDAY RANCHES INC
5235 N INDUSTRIAL WAY
PASCO, WA 99301-9562

Instructions for Recipient

Brokers and barter exchanges must report proceeds from (and in some cases, basis for) transactions to you and the IRS on Form 1099-B. Reporting is also required when your broker knows or has reason to know that a corporation in which you own stock has had a reportable change in control or capital structure. You may be required to recognize gain from the receipt of cash, stock, or other property that was exchanged for the corporation's stock. If your broker reported this type of transaction to you, the corporation is identified in box 1a.

Recipient's taxpayer identification number (TIN). For your protection, this form may show only the last four digits of your TIN (social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN)). However, the issuer has reported your complete TIN to the IRS.

Account number. May show an account or other unique number the payer assigned to distinguish your account.

CUSIP number. Shows the CUSIP (Committee on Uniform Security Identification Procedures) number or other applicable identifying number.

FATCA filing requirement. If the FATCA filing requirement box is checked, the payer is reporting on this Form 1099 to satisfy its chapter 4 account reporting requirement. You also may have a filing requirement. See the Instructions for Form 8938.

Applicable check box on Form 8949. Indicates where to report this transaction on Form 8949 and Schedule D, and which check box is applicable. See the instructions for your Schedule D and/or Form 8949.

Box 1a. Shows a brief description of the item or service for which amounts are being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown. For Section 1256 option contracts, "Section 1256 option" or other appropriate description may be shown. For a corporation that had a reportable change in control or capital structure, this box may show the class of stock as C (common), P (preferred), or O (other).

Box 1b. This box may be blank if box 5 is checked or if the securities sold were acquired on a variety of dates. For short sales, the date shown is the date you acquired the security delivered to close the short sale.

Box 1c. Shows the trade date of the sale or exchange. For short sales, the date shown is the date the security was delivered to close the short sale. For aggregate reporting in boxes 8 through 11, no entry will be present.

Box 1d. Shows the cash proceeds, reduced by any commissions or transfer taxes related to the sale, for transactions involving stocks, debt, commodities, forward contracts, non-Section 1256 option contracts, or securities futures contracts. May show the proceeds from the disposition of your interest(s) in a widely held fixed investment trust. May also show the aggregate amount of cash and the fair market value of any stock or other property received in a reportable change in control or capital structure arising from the corporate transfer of property to a foreign corporation. Losses on forward contracts or non-Section 1256 option contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts or Section 1256 option contracts. Report this amount on Form 8949 or on Schedule D (whichever is applicable) as explained in the Instructions for Schedule D.

Box 1e. Shows the cost or other basis of securities sold. If the securities were acquired through the exercise of a noncompensatory option granted or acquired on or after January 1, 2014, the basis has been adjusted to reflect your option premium. If the securities were acquired through the exercise of a noncompensatory option granted or acquired before January 1, 2014, your broker is permitted, but not required, to adjust the basis to reflect your option premium. If the securities were acquired through the exercise of a compensatory option, the basis has not been adjusted to include any amount related to the option that was reported to you on a Form W-2. If box 5 is checked, box 1e may be blank. See the Instructions for Form 8949, Instructions for Schedule D, or Pub. 550 for details.

Box 1f. Shows the amount of accrued market discount. For details on market discount, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1f may be blank.

Box 1g. Shows the amount of nondeductible loss in a wash sale transaction. For details on wash sales, see Schedule D (Form 1040) instructions, Instructions for Form 8949, and Pub. 550. If box 5 is checked, box 1g may be blank.

Box 2. The short-term and long-term boxes pertain to short-term gain or loss and long-term gain or loss. If the Ordinary box is checked, your security may be subject to special rules. For example, gain on a contingent payment debt instrument subject to the noncontingent bond method generally is treated as ordinary interest income rather than as capital gain. Please see the Instructions for Form 8949, Pub. 550, or Pub. 1212 for more details on whether there are any special rules or adjustments that might apply to your security. If box 5 is checked, box 2 may be blank.

Box 3. If checked, the basis in box 1e has been reported to the IRS and either the short-term or the long-term gain or loss box in box 2 will be checked. If box 3 is checked on Form(s) 1099-B and NO adjustment is required, see the instructions for your Schedule D as you may be able to report your transaction directly on Schedule D. If the Ordinary check box in box 2 is checked, an adjustment may be required.

Box 4. Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your taxpayer identification number to the payer. See Form W-9 for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. If checked, the securities sold were noncovered securities and boxes 1b, 1e, 1f, 1g, and 2 may be blank. Generally, a noncovered security means: stock purchased before 2011, stock in most mutual funds purchased before 2012, stock purchased in or transferred to a dividend reinvestment plan before 2012, debt acquired before 2014, options granted or acquired before 2014, and securities futures contracts entered into before 2014.

Box 6. If the exercise of a noncompensatory option resulted in a sale of a security, indicates whether the amount in box 1d was adjusted for option premium.

Box 7. If checked, you cannot take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in box 1d. See the Form 8949 and Schedule D instructions. The broker should advise you of any losses on a separate statement.

Regulated Futures Contracts, Foreign Currency Contracts, and Section 1256 Option Contracts (Boxes 8 Through 11)

Box 8. Shows the profit or (loss) realized on regulated futures, foreign currency, or Section 1256 option contracts closed during 2018.

Box 9. Shows any year-end adjustment to the profit or (loss) shown in box 8 due to open contracts on December 31, 2017.

Box 10. Shows the unrealized profit or (loss) on open contracts held in your account on December 31, 2018. These are considered closed out as of that date. This will become an adjustment reported as unrealized profit or (loss) on open contracts - 12/31/2018 in 2019.

Box 11. Boxes 8, 9, and 10 are all used to figure the aggregate profit or (loss) on regulated futures, foreign currency, or Section 1256 option contracts for the year. Include this amount on your 2018 Form 6781.

Box 12. If checked, proceeds are from a transaction involving collectibles.

Box 13. Shows the cash you received, the fair market value of any property or services you received, and the fair market value of any trade credits or scrip credited to your account by a barter exchange. See Pub. 525.

Boxes 14-16. Shows state(s)/local income tax information.

Future developments. For the latest information about any developments related to Form 1099-B and its instructions, such as legislation enacted after they were published, go to www.irs.gov/Form1099b.

<input type="checkbox"/> CORRECTED (if checked)			Applicable checkbox on Form 8949		OMB No. 1545-0715 2019 Form 1099-B		Proceeds From Broker and Barter Exchange Transactions		
PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no. CHS INC CHS HEDGING LLC 5500 CENEX DR INVER GROVE HEIGHTS, MN 55077			1a Description of property (Example: 100 sh. XYZ Co.) RFC						
PAYER'S TIN 41-0251095			RECIPIENT'S TIN XXXXXX7242			1b Date acquired		1c Date sold or disposed	
RECIPIENT'S name, street address (including apt. no.), city or town, state or province, country, and ZIP or foreign postal code EASTERDAY RANCHES INC 5235 N INDUSTRIAL WAY PASCO, WA 99301-9562			1d Proceeds \$		1e Cost or other basis \$		Copy B For Recipient This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.		
Account number (see instructions) H0448610			1f Accrued market discount \$		1g Wash sale loss disallowed \$				
CUSIP number			2 Short-term gain or loss Long-term gain or loss Ordinary		3 If checked, proceeds from: Collectibles <input type="checkbox"/> QOF <input type="checkbox"/>				
FATCA filing requirement <input type="checkbox"/>			4 Federal income tax withheld \$		5 If checked, noncovered security <input type="checkbox"/>				
14 State name WA			6 Reported to IRS: Gross proceeds <input type="checkbox"/> Net proceeds <input type="checkbox"/>		7 If checked, loss is not allowed based on amount in 1d <input type="checkbox"/>				
15 State identification no.			8 Profit or (loss) realized in 2019 on closed contracts \$ -36,434,230.53		9 Unrealized profit or (loss) on open contracts - 12/31/2018 \$ -10,612,615.00				
16 State tax withheld			10 Unrealized profit or (loss) on open contracts - 12/31/2019 \$ -4,006,167.50		11 Aggregate profit or (loss) on contracts \$ -29,827,783.03				
12 If checked, basis reported to IRS <input type="checkbox"/>			13 Bartering \$						

Form 1099-B

(Keep for your records)

www.irs.gov/Form1099B

Department of the Treasury - Internal Revenue Service

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EXHIBIT H

Copy Destination:
White - Packer
Canary - Lot File
Pink - Owner

**Easterday
Ranches** 
Inc.

5235 N. INDUSTRIAL WAY
PASCO, WA 99301
PH. 509-547-9600

14400

Date 5/8/20

Seller ER

Buyer Tyson

Pen No.	Lot No.	No. Head	DESCRIPTION	Gross	Shrink	Net	Price	Amount
	P901B	831	S					707538.33
	P903B	906	S					772813.65
	P905B	798	S					700522.07
	P907B	804	S					639691.34
TOTALS			Average Weight _____	lbs. net				

REMARKS _____

Copy Destination:
 White - Packer
 Canary - Lot File
 Pink - Owner



5235 N. INDUSTRIAL WAY
 PASCO, WA 99301
 PH. 509-547-9600

14399

Date _____

Seller _____ Buyer _____

Pen No.	Lot No.	No. Head	DESCRIPTION	Gross	Shrink	Net	Price	Amount
	P990A	743	H					644645.38
	P992A	846	H					697252.05
	P994A	711	A					591043.64
	P996A	673	H					560819.65
TOTALS			Average Weight _____ lbs. net					

REMARKS _____

EXHIBIT I

From IBP.TFKCKREG Data base

PLANT_CODE	CHECK_VOIDED	MORE_COPAYEES	PAYEE_ID	PAYEE_LAST_NAME	CHECK_AMOUNT	ADVANCE_CHECK	GROSS_AMOUNT
32	N	N	387426	EASTERDAY RANCHES	\$ 707,538.33	Y	\$ 707,538.33
32	N	N	387426	EASTERDAY RANCHES	\$ 772,813.65	Y	\$ 772,813.65
32	N	N	387426	EASTERDAY RANCHES	\$ 700,522.07	Y	\$ 700,522.07
32	N	N	387426	EASTERDAY RANCHES	\$ 639,691.34	Y	\$ 639,691.34
32	N	N	387426	EASTERDAY RANCHES	\$ 644,645.38	Y	\$ 644,645.38
32	N	N	387426	EASTERDAY RANCHES	\$ 697,252.05	Y	\$ 697,252.05
32	N	N	387426	EASTERDAY RANCHES	\$ 591,043.64	Y	\$ 591,043.64
32	N	N	387426	EASTERDAY RANCHES	\$ 560,819.65	Y	\$ 560,819.65

From IBP.TFKCKCOM Data base

				Easterday Ticket	
CHECK_NUMBER	DATE_ISSUED	PLANT_CODE	COMMENT	Number	
1291063	5/8/2020	32	LOT P901B 831 ST INV 14400	14400	0
1291065	5/8/2020	32	LOT P903B 906 ST INV 14400	14400	0
1291068	5/8/2020	32	LOT P905B 798 ST INV 14400	14400	0
1291071	5/8/2020	32	LOT P907B 804 ST INV 14400	14400	0
1291073	5/8/2020	32	LOT P990A 743 HF INV 14399	14399	0
1291076	5/8/2020	32	LOT P992A 846 HF INV 14399	14399	0
1291078	5/8/2020	32	LOT P994A 711 HF INV 14399	14399	0
1291081	5/8/2020	32	LOT P996A 673 HF INV 14399	14399	0

EXHIBIT J

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P901B** (99)

Cust No: **14**

Invoice No: 103387

Invoice Date: 05/15/20

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PERFORMANCE SUMMARY

Date Started	03/14/20	Origin: GROWYARD STEERS		
Cattle Class	GYS	Pen(s): A		
Avg In Weight	606	Sex: S	Period	Year
Head In	831	Calendar Days on Feed		63
Deads	0 0.00%	Avg Days on Feed		63
Shipped	0	Avg Cost per Hd per Day	\$6.72	\$1.60
Current Hospital	0	Headdays	12,465	52,353
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	831	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$83,750.00	\$83,750.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$83,750.00
	*** Total OTHER			\$83,750.00

LOT CHARGES DUE THIS PERIOD \$83,750.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P903B** (99)

Cust No: 14

Invoice No: 103389

Invoice Date: 05/15/20

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PERFORMANCE SUMMARY

Date Started	03/21/20	Origin: GROWYARD STEERS		
Cattle Class	GYS	Pen(s): A		
Avg In Weight	596	Sex: S	Period	Year
Head In	906	Calendar Days on Feed		56
Deaths	0 0.00%	Avg Days on Feed		56
Shipped	0	Avg Cost per Hd per Day	\$6.98	\$1.87
Current Hospital	0	Headdays	13,590	50,736
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	906	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$94,850.00	\$94,850.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$94,850.00
*** Total OTHER				\$94,850.00

LOT CHARGES DUE THIS PERIOD \$94,850.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P905B** (99)

Cust No: **14**

Invoice No: 103391

Invoice Date: 05/15/20

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PERFORMANCE SUMMARY

Date Started	03/11/20	Origin: GROWYARD STEERS		
Cattle Class	GYS	Pen(s): A		
Avg In Weight	631	Sex: S	Period	Year
Head In	798	Calendar Days on Feed		66
Deads	0 0.00%	Avg Days on Feed		66
Shipped	0	Avg Cost per Hd per Day	\$7.09	\$1.61
Current Hospital	0	Headdays	11,970	52,668
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	798	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$84,895.00	\$84,895.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$84,895.00
*** Total OTHER				\$84,895.00

LOT CHARGES DUE THIS PERIOD \$84,895.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P907B** (99)

Cust No: **14**

Invoice No: 103392

Invoice Date: 05/15/20

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PERFORMANCE SUMMARY

Date Started	03/17/20	Origin: GROWYARD STEERS		
Cattle Class	GYS	Pen(s): A		
Avg In Weight	556	Sex: S	Period	Year
Head In	804	Calendar Days on Feed		60
Deads	0 0.00%	Avg Days on Feed		60
Shipped	0	Avg Cost per Hd per Day	\$7.02	\$1.75
Current Hospital	0	Headdays	12,060	48,240
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	804	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$84,650.00	\$84,650.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$84,650.00
*** Total OTHER				\$84,650.00

LOT CHARGES DUE THIS PERIOD \$84,650.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P990A** (99)

Cust No: **14**

Invoice No: 103399

Invoice Date: 05/15/20

Page 159 of 179

PERFORMANCE SUMMARY

Date Started	03/20/20	Origin: GROWYARD HEIFERS		
Cattle Class	GYH	Pen(s): A		
Avg In Weight	631	Sex: H	Period	Year
Head In	743	Calendar Days on Feed		57
Deads	0 0.00%	Avg Days on Feed		57
Shipped	0	Avg Cost per Hd per Day	\$6.24	\$1.64
Current Hospital	0	Headdays	11,145	42,351
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	743	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$69,500.00	\$69,500.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FBED	\$	0.0	\$69,500.00
*** Total OTHER				\$69,500.00
LOT CHARGES DUE THIS PERIOD				\$69,500.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P992A** (99)

Cust No: **14**

Invoice No: 103400

Invoice Date: 05/15/20

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PERFORMANCE SUMMARY

Date Started	03/18/20	Origin: GROWYARD HEIFERS		
Cattle Class	GYH	Pen(s): A		
Avg In Weight	594	Sex: H	Period	Year
Head In	846	Calendar Days on Feed		59
Deads	0 0.00%	Avg Days on Feed		59
Shipped	0	Avg Cost per Hd per Day	\$6.21	\$1.58
Current Hospital	0	Headdays	12,690	49,914
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	846	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$78,750.00	\$78,750.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$78,750.00
*** Total OTHER				\$78,750.00
LOT CHARGES DUE THIS PERIOD				\$78,750.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P994A** (99)

Cust No: **14**

Invoice No: 103401

Invoice Date: 05/15/20

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PERFORMANCE SUMMARY

Date Started	03/10/20	Origin: GROWYARD HEIFERS		
Cattle Class	GYH	Pen(s): A		
Avg In Weight	609	Sex: H	Period	Year
Head In	711	Calendar Days on Feed		67
Deads	0 0.00%	Avg Days on Feed		67
Shipped	0	Avg Cost per Hd per Day	\$6.73	\$1.51
Current Hospital	0	Head days	10,665	47,637
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	711	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$71,825.00	\$71,825.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 05/01/20 to 05/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$71,825.00
*** Total OTHER				\$71,825.00

LOT CHARGES DUE THIS PERIOD \$71,825.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Lot No: **P901B** (99)

Cust No: **14**

Invoice No: 104671

Invoice Date: 07/15/20

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PERFORMANCE SUMMARY

Date Started	03/14/20	Origin: GROWYARD STEERS		
Cattle Class	GYS	Pen(s): A		
Avg In Weight	606	Sex: S	Period	Year
Head In	831	Calendar Days on Feed		124
Deads	0 0.00%	Avg Days on Feed		124
Shipped	0	Avg Cost per Hd per Day	\$6.88	\$1.64
Current Hospital	0	Head days	12,465	103,044
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	831	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$85,750.00	\$169,500.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 07/01/20 to 07/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$85,750.00
*** Total OTHER				\$85,750.00

LOT CHARGES DUE THIS PERIOD \$85,750.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P905B** (99)

Cust No: **14**

Invoice No: 104678

Invoice Date: 07/15/20

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PERFORMANCE SUMMARY

Date Started	03/11/20	Origin: GROWYARD STEERS		
Cattle Class	GYS	Pen(s): A		
Avg In Weight	631	Sex: S	Period	Year
Head In	798	Calendar Days on Feed		127
Deads	0 0.00%	Avg Days on Feed		127
Shipped	0	Avg Cost per Hd per Day	\$6.39	\$1.59
Current Hospital	0	Headdays	11,970	101,346
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	798	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$76,545.00	\$161,440.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 07/01/20 to 07/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$76,545.00
*** Total OTHER				\$76,545.00

LOT CHARGES DUE THIS PERIOD \$76,545.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

LOT INVOICE

Easterday Ranches, Inc.

5235 N Industrial Way

Pasco WA 99301

Easterday Ranches, Inc.

5235 N Industrial Way
Pasco WA 99301

Lot No: **P907B** (99)

Cust No: **14**

Invoice No: 104682

Invoice Date: 07/15/20

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PERFORMANCE SUMMARY

Date Started	03/17/20	Origin:	GROWYARD STEERS	
Cattle Class	GYS	Pen(s):	A	
Avg In Weight	556	Sex:	S	
Head In	804	Calendar Days on Feed	Period	Year
Deads	0 0.00%	Avg Days on Feed		121
Shipped	0	Avg Cost per Hd per Day	\$6.95	\$1.73
Current Hospital	0	Headdays	12,060	97,284
Bullers	0	Units Feed Fed	0	0
Non-Performers	0	Consumption (As Fed)	0.00	0.00
Current Head	804	Consumption (Dry)		0.00 Cur COG
		Feedlot Charges	\$83,825.00	\$168,475.00
		Year-to-Date Cost/Hd In: Processing	\$0.00	Medical \$0.00

CURRENT CHARGES

from 07/01/20 to 07/15/20

ChargeID	Description	TypeUnit	Units	Amount
FEED	FEED	\$	0.0	\$83,825.00
*** Total OTHER				\$83,825.00

LOT CHARGES DUE THIS PERIOD \$83,825.00

PERIOD CHARGES AND CREDITS

CustID	Lot	Loc	Date	Description	ContNo	CD	Payments	Charges/Other
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BALANCE FORWARD

FINAL BALANCE DUE

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EXHIBIT A

SPREADSHEET RE USE OF NORTH LOT SALE PROCEEDS

See attached.

EASTERDAY RANCHES, INC. & EASTERDAY FARMS PAYABLES & UPCOMING PMTS							
Vendor	Amount Owed	Actual Payment from N. Lot Sale	Balance Owning after Paydown	Add Back of 1/15/21 Tyson Billed and unpaid	Estimated January Feed Bill	Adjusted Balance	Description
EASTERDAY RANCHES, INC. (1/25)							
AAA Concrete, Inc.	31,636	31,208	428			428	Concrete
Animal Health International	985,319	181,074	804,246	277,388		1,081,634	Vet/Meds
Baker Commodities	9,515	9,515	-			-	Deads
Bird Control Systems	10,669	10,669	-			-	Bird mitigation/control
Bison Pipe & Supply	64,165	64,165	-			-	Fence repair
Cenex Harvest States	274,596	-	274,596			274,596	Feed/Supplement
Central Machinery-Sales, Inc.	1,259	1,259	-			-	Parts & repair
CH20 International	5,551	5,551	-			-	Boiler supplies
Clemente Garza Trucking	17,291	17,291	-			-	Feed trucking
Commodities Plus II, LLC	15,160	15,160	-			-	Feed
Conrado Garza Trucking	22,217	22,217	-			-	Feed trucking
Easterday Farms	3,826,307	5,826,307	(2,000,000)	388,341	2,100,000	488,341	Feed plus estimate of unbilled feed - they bill once a month
English Hay Company	1,261,281	1,172,702	88,579	385,657		474,235	Feed
Northwest Equipment Sales	24,131	24,131	-			-	Parts & repair
NW Mixer Feeders	20,710	20,710	-			-	Parts & repair
Pape Machinery, Inc.	73,904	73,767	137			137	Parts & repair
Pasco Auto Parts-NAPA	12,754	12,754	-			-	Parts & repair
Performix Nutrition Systems	41,276	41,276	-			-	Supplement
PGT	1,308,504	1,308,504	-			-	Feed
<i>Production Animal Consulting</i>	<i>56,309</i>	<i>-</i>	<i>56,309</i>			56,309	<i>Veterinary Consulting</i>
Randy Allred Livestock LLC	45,625	45,625	-			-	Rent
Rangeview Ag Labor LLC	39,185	39,185	-			-	Fencing
RDO Equipment	1,857	1,857	-			-	Parts & repair
Regency Mill Services, LLC	14,658	14,658	-			-	Parts & repair
Star Rentals & Sales	28,505	21,695	6,810			6,810	Equipment rental
<i>Tri Cities Grain</i>	<i>106,616</i>	<i>-</i>	<i>106,616</i>			106,616	<i>Feed</i>
US Linen & Uniforms	4,299	4,299	-			-	Laundry
Sun Basin Operations - CHS	489,870	-	489,870			489,870	Feed/Supplement
<i>Western Stockmen's</i>	<i>140,784</i>	<i>-</i>	<i>140,784</i>			140,784	<i>Vet/Med</i>
Yakima Mechanical	18,717	8,550	10,167			10,167	Mill parts & repair
Ziply Fiber	180	180	-			-	Parts & repair
Viterra Canada Inc.	253,919	176,509	77,410			77,410	Feed
All other vendors	9,055,821	-	9,055,821	101,902		9,157,722	
<i>Paladin (retainer)</i>	<i>-</i>	<i>625,604</i>	<i>-</i>			<i>-</i>	
<i>Pachulski Stang Ziehl & Jones LLP (retainer)</i>	<i>-</i>	<i>600,000</i>	<i>-</i>			<i>-</i>	
Easterday Farms (loan) *	-	4,748,089	-			-	
Subtotal - Ranches	18,262,590	15,124,511	9,111,772	1,153,287	2,100,000	12,365,060	

* This was a paydown of an intercompany loan from 2020, estimated balance of \$16mm. It was cross collateralize, Canyon Farm I and II.